

Item 14 Doc. No. 3

June 23, 2004

VIA OVERNIGHT DELIVERY

JRP 6-15-04 5AK 6-28-04 CONTROL BOARD

Mr. John H. Robertus, Executive Officer c/o Sabine Knedlik California Regional Water Quality Control Board San Diego Region 9174 Sky Park Court, Suite 100 San Diego, California 92123-4340

Re: Settlement in lieu of liability, Complaint No. R9-2004-0116 for administrative civil liability for mandatory minimum penalty under Water Code Section 13385, violation of Order No. 2001-96, NPDES Permit No. CAG919002

Dear Mr. Robertus:

In response to your June 9, 2004 letter to my attention regarding subject, attached is KB Home's check no. 05322595 payable to SWRCB in the amount of \$5,000.00 representing payment of the settlement in the above-referenced complaint. As specified in your letter, KB Home Coastal Inc. pays this settlement without admission of liability and this payment resolves all liability alleged and/or that could have been alleged in Complaint No. R9-2004-0116.

Should you have any questions or require further information, please let me know. Thank you and your staff for your help in this matter.

Sincerely,

Deborah L. Van Huis

Director Forward Planning

attachment

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